

# ND STATE BONDING FUND

## State Investment Board Balance Sheet As of 6/30/2004

	As of <u>6-30-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,148,938	\$ 1,547,048
INTERNATIONAL EQUITIES	379,307	526,414
DOMESTIC FIXED INCOME	1,852,389	2,521,469
INVESTED CASH (NOTE 1)	<u>367,920</u>	<u>513,351</u>
TOTAL INVESTMENTS	3,748,554	5,108,282
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	26,656	30,317
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	756,101	627,710
DUE FROM OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>89</u>
TOTAL ASSETS	<u>\$ 4,531,311</u>	<u>\$ 5,766,398</u>
LIABILITIES:		
ACCOUNTS PAYABLE	2,475	2,650
SECURITIES LENDING COLLATERAL (NOTE 2)	756,101	627,710
DUE TO OTHER AGENCIES (NOTE 4)	<u>138</u>	<u>0</u>
TOTAL LIABILITIES	758,714	630,360
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,136,038	4,781,300
CASH IN DURING YEAR (NOTE 5)	0	0
CASH OUT DURING YEAR (NOTE 6)	1,750,000	0
NET INCREASE (DECREASE)	<u>386,559</u>	<u>354,738</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,772,597</u>	<u>5,136,038</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 4,531,311</u>	<u>\$ 5,766,398</u>

## ND STATE BONDING FUND

### State Investment Board Profit and Loss Statement For the Month Ended 6/30/2004

	Month Ended <u>6-30-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,008	\$ 131,428
SECURITIES LENDING INCOME	802	7,063
	<u>10,810</u>	<u>138,491</u>
 GAIN ON SALE OF INVESTMENTS	 42,493	 464,021
LOSS ON SALE OF INVESTMENTS	<u>26,467</u>	<u>261,921</u>
 NET GAINS (LOSSES) INVESTMENTS	 16,026	 202,100
 INVESTMENT EXPENSES	 823	 9,815
SECURITIES LENDING EXPENSES	631	5,713
SIB ADMIN EXPENSES	<u>182</u>	<u>977</u>
 NET INVESTMENT INCOME	 25,200	 324,086
 NET APPREC (DEPREC) MARKET VALUE	 22,744	 62,290
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>183</u>
 TOTAL INVESTMENT INCOME	 <u>47,944</u>	 <u>386,559</u>
 NET INCREASE (DECREASE)	 <u>\$ 47,944</u>	 <u>\$ 386,559</u>

## ND STATE BONDING FUND

### State Investment Board SUPPLEMENTARY INFORMATION As of 6/30/2004

	As of <u>6/30/04</u>
ASSETS:	
<b>INVESTMENTS (AT COST)</b>	
LARGE CAP EQUITY	\$635,462
SMALL CAP EQUITY	178,695
CONVERTIBLE BONDS	<u>338,162</u>
TOTAL DOMESTIC EQUITIES	1,152,319
INTERNATIONAL EQUITY	360,911
FIXED INCOME	1,809,823
INVESTED CASH (NOTE 1)	<u>367,920</u>
<b>TOTAL INVESTMENTS (AT COST)</b>	<u><u>\$3,690,974</u></u>

**ND STATE BONDING FUND**  
**Notes To Financial Statements**  
**June 30, 2004**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

**NOTE 1**    **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

**NOTE 2**    **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

**NOTE 3**    **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

**NOTE 4**    **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

**NOTE 5**    **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

**NOTE 6**    **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.